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BUSINESS INFORMATION BUREAU
CORPORATION FILE

# S. H. KRESS & COMPANY

## ACCOUNTS

## YEAR 1931

BUYING AND EXECUTIVE OFFICES
114 Fifth Avenue
New York, N. Y.

FILE

# S. H. KRESS

AN

## SUBSIDIARY

## Consolidated Balance Sh

### ASSETS

| | | |
|---|---|---|
| **CURRENT ASSETS:** | | |
| Cash in banks, in transit and on hand | $ 2,669,791.12 | |
| U. S. Government securities, at cost (Market value $98,610.92) | 101,337.51 | |
| Sundry debtors | 140,153.04 | |
| Inventories of merchandise, including paid in transit, at cost or market, whichever is lower | 12,571,918.71 | |
| | | $15,483,200.38 |
| LOANS AND ADVANCES TO LANDLORDS | | 1,118,365.33 |
| INVESTMENT IN CAPITAL STOCK OF S. H. KRESS & COMPANY, at cost (111,798 shares special preferred stock) ( 13,910 shares common stock) | | 1,629,179.41 |
| DEFERRED CHARGES TO FUTURE OPERATIONS: Prepaid rental expenses, taxes, insurance premiums, etc. | | 606,227.58 |
| CAPITAL ASSETS: | | |
| Furniture and fixtures, at cost $10,786,597.94 | | |
| Less—Reserve for depreciation 3,655,111.57 | $ 7,131,486.37 | |
| Buildings and improvements on leased properties, proportion unamortized | 8,455,732.92 | |
| Land and buildings owned in fee, at cost $26,720,567.80 | | |
| Less—Reserve for depreciation 973,785.77 | 25,746,782.03 | |
| Goodwill, leaseholds, etc | 1.00 | |
| | | 41,334,002.32 |
| | | $60,170,975.02 |

To the Stockholders of
S. H. Kress & Company:

We have made an examination of the books and accounts of S. H. Kress & and we certify that, in our opinion, the above consolidated balance sheet and th and fairly set forth the financial position of the combined companies at Decemb

56 Pine Street,
New York.
January 20, 1932.

# & COMPANY

ND

COMPANIES

neet, December 31, 1931

## LIABILITIES

| | | |
|---|---|---|
| CURRENT LIABILITIES: | | |
| Accounts payable—trade creditors | $ 174,332.72 | |
| Accrued expenses and miscellaneous accounts payable | 791,148.90 | |
| Reserve for Federal income tax (estimated) | 730,000.00 | |
| | | $ 1,695,481.62 |
| PURCHASE MONEY MORTGAGES PAYABLE 1932 to 1937 | | 492,000.00 |
| CAPITAL STOCK: | | |
| Special preferred stock—6% cumulative: | | |
| Authorized — 1,000,000 shares of $10 each | $10,000,000.00 | |
| Issued—381,522 shares | $ 3,815,220.00 | |
| Common stock without par value: | | |
| Authorized—1,500,000 shares | | |
| Issued—1,178,787 shares | 28,471,873.92 | |
| | | 32,287,093.92 |
| SURPLUS, per statement attached | | 25,696,399.48 |
| | | $60,170,975.02 |

NOTE.—Merchandise in transit unpaid amounting to $1,575,000.00 has not been included in the above accounts.

Company and its subsidiary companies for the year ending December 31, 1931, ne relative profit and loss and surplus account are correctly prepared therefrom ber 31, 1931, and the results of the operations for the year ending on that date.

PRICE, WATERHOUSE & CO.

# S. H. KRESS & COMPANY

AND SUBSIDIARY COMPANIES

## Consolidated Profit and Loss and Surplus Account

## For the Year ending December 31, 1931

| | | | |
|---|---|---|---|
| SALES | | | $69,041,926.08 |
| DEDUCT— | | | |
| Cost of merchandise sold and operating expenses, including rent of owned stores | | $63,182,101.54 | |
| Provision for fixture depreciation and leased building amortization | | 919,456.32 | |
| Provision for Federal income tax (estimated) | | 723,308.99 | |
| Interest paid on notes, mortgages, etc. | $ 52,231.71 | | |
| Less—Interest received | 46,000.86 | 6,230.85 | |
| | | | 64,831,097.70 |
| | | | $ 4,210,828.38 |
| ADD—OTHER INCOME: | | | |
| Rent charged for owned stores and from tenants, after deducting $368,392.77 for building depreciation (net) | | | 805,652.78 |
| NET PROFIT FOR THE YEAR ENDING DEC. 31, 1931 | | | $ 5,016,481.16 |
| SURPLUS AT JANUARY 1, 1931 | | | 23,163,165.71 |
| | | | $28,179,646.87 |
| DEDUCT— | | | |
| Dividends on common stock: | | | |
| Cash dividends ($1.00 per share) | | $ 1,174,133.00 | |
| Stock dividends ($1.00 per share) paid in special preferred 6% cumulative stock | | 1,173,814.00 | |
| | | $ 2,347,947.00 | |
| Cash dividends on special preferred 6% cumulative stock | | 135,300.39 | |
| | | | 2,483,247.39 |
| SURPLUS AT DECEMBER 31, 1931 | | | $25,696,399.48 |

| *Year* | *Sales* | *Sales increase over preceding year* | *Profits* | *Ratio of profits to sales* |
|---|---|---|---|---|
| 1916 | $15,059,682.82 | 21.15% | $1,354,092.94 | 8.98% |
| 1917 | 17,633,100.37 | 17.08 | 1,465,460.85 | 8.31 |
| 1918 | 21,160,111.19 | 20.00 | 1,158,716.51 | 5.47 |
| 1919 | 25,244,130.76 | 19.30 | 2,075,826.06 | 8.22 |
| 1920 | 28,973,846.79 | 14.77 | 960,855.38 | 3.31 |
| 1921 | 28,908,981.22 | .00 | 1,258,141.82 | 4.35 |
| 1922 | 30,646,937.90 | 6.01 | 3,088,640.90 | 10.08 |
| 1923 | 34,005,464.41 | 10.95 | 3,472,901.91 | 10.21 |
| 1924 | 40,259,232.06 | 18.39 | 3,143,934.41 | 7.80 |
| 1925 | 45,963,182.02 | 14.17 | 4,158,521.26 | 9.05 |
| 1926 | 51,869,459.87 | 12.85 | 4,672,952.20 | 9.01 |
| 1927 | 58,059,924.84 | 11.93 | 5,089,036.76 | 8.77 |
| 1928 | 65,054,637.44 | 12.05 | 5,627,701.70 | 8.65 |
| 1929 | 68,474,993.10 | 5.26 | 5,834,400.39 | 8.52 |
| 1930 | 69,283,102.39 | 1.18 | 5,342,606.43 | 7.71 |
| 1931 | 69,041,926.08 | —.35 | 5,016,481.16 | 7.27 |

The company operated a total of two hundred twenty-one stores at the end of the year.